

*Bruce T. Beesley*

Honorable Bruce T. Beesley  
United States Bankruptcy Judge



Entered on Docket  
April 08, 2019

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General Insolvency Counsel  
for Debtors and Debtors-in-Possession

**UNITED STATES BANKRUPTCY COURT**  
**DISTRICT OF NEVADA**

In re:

- ☐ X-TREME BULLETS, INC.,
- ☐ AMMO LOAD WORLDWIDE, INC.,
- ☐ CLEARWATER BULLET, INC.,
- ☐ FREEDOM MUNITIONS, LLC,
- ☐ HOWELL MACHINE, INC.,
- ☐ HOWELL MUNITIONS & TECHNOLOGY, INC.,
- ☐ LEWIS-CLARK AMMUNITION COMPONENTS, LLC,
- ☐ COMPONENTS EXCHANGE, LLC,
- ☒ All Debtors.

Debtors and  
Debtors-in-Possession.

Jointly Administered under  
Case No. 18-50609-btb with

Case Nos. 18-50610-btb; 18-50611-btb;  
18-50613-btb; 18-50614-btb; 18-50615-btb;  
18-50616-btb; and 18-50617-btb

Chapter 11 Proceedings

**ORDER APPROVING STIPULATION TO  
CONTINUE HEARING ON MOTION FOR  
ORDER AUTHORIZING USE OF ANY CASH  
COLLATERAL OF SECURED CLAIMANTS**

**Current Hearing Date:**

DATE: April 3, 2019

TIME: 2:00 p.m.

EST. TIME FOR HEARING: 15 minutes

**Continued Hearing Date:**

DATE: April 17, 2019

TIME: 2:00 p.m.

EST. TIME FOR HEARING: 15 minutes

The Court having reviewed and considered the Stipulation to Continue Hearing on Motion for Order Authorizing Use of Any Cash Collateral of Secured Claimants (“Stipulation”) [Docket No. 466] entered into by and among X-Treme Bullets Inc.; Ammo Load Worldwide, Inc.; Clearwater Bullet, Inc.; Freedom Munitions, LLC; Howell Machine, Inc.; Howell Munitions & Technology, Inc.; Lewis-Clark Ammunition Components, LLC (collectively, the “HMT Debtors”); and Components Exchange, LLC (“Components Exchange” and, together with the HMT Debtors, the “Debtors”), the debtors and debtors-in-possession in the above-captioned bankruptcy cases, on one hand, and Zions Bancorporation, N.A., dba Zions First National Bank (“Zions”), on the other hand, on April 3, 2019, by and through their respective undersigned counsel, and good and sufficient cause appearing, it is hereby **ORDERED** that,

1. The Stipulation is approved in its entirety.

2. The hearing on the Debtors’ Motion for Order Authorizing Use of Any Cash Collateral of Secured Claimants (“Cash Collateral Motion”) [Docket No. 28] currently set for April 3, 2019 at 2:00 p.m. shall be continued to April 17, 2019 at 2:00 p.m.

3. The Debtors are hereby authorized to continue to use Cash Collateral, as defined in the Cash Collateral Motion, through 5:00 p.m. on April 17, 2019 in accordance with the terms of the Stipulation to Continue Hearing on Motion for Order Authorizing use any Cash Collateral of Secured Claimants, entered into by and among the Debtors and Zions on March 1, 2019 (“March 2019 Cash Collateral Stipulation”) [Docket No. 422], and the order approving the March 2019 Cash Collateral Stipulation (“March 2019 Cash Collateral Order”) [Docket No. 426], as amended by the terms of the Stipulation and the budgets attached hereto, collectively, as Exhibit “A” and incorporated herein by this reference (“Revised Budgets”).

4. In addition to the amounts authorized to be paid through April 3, 2019 pursuant to the March 2019 Cash Collateral Stipulation and the March 2019 Cash Collateral Order, the Debtors are hereby authorized to pay, from Cash Collateral, the amounts for retained professional fees and costs reflected in the Revised Budgets (which amounts are fifty percent (50%) of the Debtors' estimate of the professional fees and costs that will accrue during the indicated time period). The payment of such amounts shall remain subject to objection on any grounds, including, without limitation by Zions, unless and until allowed by order of the Court, and shall remain subject to potential disgorgement pursuant to order of the Court. Each professional reserves the right to seek allowance and payment of the full amount of its fees and costs.

5. Any opposition to the continued use of Cash Collateral by the Debtors shall be filed and served on the Debtors' counsel by April 11, 2019. Any replies to any such opposition shall be filed and served on the party asserting such opposition by April 15, 2019.

6. No further notice or hearing shall be necessary to effectuate this Order.

Prepared and Submitted by:  
STEPHEN R. HARRIS, ESQ.  
HARRIS LAW PRACTICE LLC

-and-

ROBERT E. OPERA, ESQ.  
WINTHROP COUCHOT  
GOLUBOW HOLLANDER, LLP

/s/ Robert E. Opera  
General Insolvency Counsel  
for Debtors and Debtors-in-Possession

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## **EXHIBIT A**

**Howell Munitions & Technologies, Inc.****CASH POSITION ACTUAL TO BUDGET**

	A + B - C Variance Available for Carryforward B/(W)
<b>BEGINNING CASH</b>	
<b>CASH RECEIPTS</b>	
Freedommunitions.com Online	
Xtremebullets.com Online	
AV.com and RV.com	
ALW/HM	
OEM/Wholesale	
PDRR Cash Deposit	
<b>TOTAL CASH RECEIPTS</b>	-
<b>CASH DISBURSEMENTS</b>	
<b><u>Raw Materials:</u></b>	
Lead	116,083
Brass	175,127
Bullets	-
Powder	-
Primer	163,628
Copper	7,950
Cases	134,690
Labor and OH Charges from CE for Loaded Ammo	48,220
Ammunition	3,360
ALW Inventory	46,959
Pallets	9,245
Packaging	3,893
<b><u>Freight</u></b>	
Freight - UPS & Other Carriers	26,807
<b><u>Office, Financing and Staffing Related:</u></b>	
Payroll	82,620
Medical Insurance	30,139
401K	6,557
Business Insurance	73,571
Sales and Property Taxes	4,914
Tax Return Preparation Fees	58,750
Merchant Fees	13,674
IT Related	13,718
Sales and Marketing	4,211
Office Supplies	1,288
Travel	14,630
<b><u>Production Related:</u></b>	
Chemicals and Testing	8,399
Environmental Related	35,089
Disposal of Hazardous Waste at Xtreme Bullets/Carson City	-
Rents - D. Howell	70,037

Week Of: 3/24/2019- 3/30/2019	Week Of: 3/31/2019- 4/6/2019	Week Of: 4/7/2019- 4/13/2019	Week Of: 4/14/2019- 4/17/2019
Budget	Budget	Budget	Budget
450,150	525,950	627,750	470,550
80,000	80,000	80,000	40,000
30,000	30,000	30,000	15,000
5,000	5,000	5,000	2,500
60,000	20,000	20,000	10,000
150,000	150,000	150,000	75,000
325,000	435,000	285,000	142,500
-	68,000	68,000	68,000
35,000		45,000	
5,000			
15,000	15,000	15,000	7,500
5,000		5,000	
16,000	16,000	16,000	16,000
135,000		135,000	
6,500	45,000	6,500	
1,000	1,000	1,000	20,000
1,000	1,000	1,000	1,000
4,000	4,000	4,000	4,000
5,000	5,000	5,000	5,000
	5,000		5,000
1,000	500	1,000	500
1,500	1,500	1,500	1,500
1,200	1,200	1,200	1,200
	2,500		2,500
	45,000		

**Howell Munitions & Technologies, Inc.****CASH POSITION ACTUAL TO BUDGET**

	A + B - C Variance Available for Carryforward B/(W)
Rents - External D Street Only	512
Repairs and Maintenance and Tooling	9,121
Shop Supplies	8,142
Utilities	4,586
RMA's (Return Merchandise Auth.)	1,295
Warranty Payments	7,470
<b><u>Bankruptcy Related Costs:</u></b>	
US Trustee Fees	21,830
CRO/GlassRatner	39,000
Winthrop Couchot Golubow Hollander, LLP	186,605
Harris Law Practice LLC	26,625
Creditors Committee	75,000
Miller Barondess LLP	-
<b>TOTAL CASH DISBURSEMENTS</b>	
<b>WEEKLY NET CASH</b>	
<b>ENDING CASH (without Pre-Petition Payroll Checks)</b>	

Week Of: 3/24/2019- 3/30/2019	Week Of: 3/31/2019- 4/6/2019	Week Of: 4/7/2019- 4/13/2019	Week Of: 4/14/2019- 4/17/2019
Budget	Budget	Budget	Budget
	5,000		
5,000	5,000	5,000	5,000
7,500	7,500	7,500	7,500
5,000	5,000	25,000	5,000
	500		500
500	500	500	500
	20,000	a	
	62,500	a	
	5,000	a	
	12,500	a	
<b>249,200</b>	<b>333,200</b>	<b>442,200</b>	<b>150,700</b>
<b>75,800</b>	<b>101,800</b>	<b>(157,200)</b>	<b>(8,200)</b>
<b>525,950</b>	<b>627,750</b>	<b>470,550</b>	<b>462,350</b>

a - Professional fees are shown at 50% of the estimated amount of the professional fees, in light of the Court's prior order authorizing 50% of budgeted fees to be paid.

**Components Exchange LLC**  
**CASH POSITION ACTUAL TO BUDGET**

	A+B-C Variance B/(W) - Carried Forward
<b>BEGINNING CASH</b>	
<b>CASH RECEIPTS</b>	
Labor and OH Charge to HMT for Loading Ammo	
Wholesale	
Contracts	
ammovalley.com & reloadingvalley.com	
<b>TOTAL CASH RECEIPTS</b>	-
<b>CASH DISBURSEMENTS</b>	
Payroll	103,763
Medical Insurance	2,938
Rent	6,500
Utilities	29,766
Repairs and Maintenance and Tooling	30,790
Shop Supplies	11,066
Office Supplies	4,296
FET	48,193
<b>Bankruptcy Related Costs:</b>	
US Trustee Fees	
CRO/GlassRatner	14,119
Winthrop Couchot Golubow Hollander, LLP	70,410
Harris Law Practice LLC	3,754
Creditors Committee	-
Miller Barondess LLP	-
<b>TOTAL CASH DISBURSEMENTS</b>	
<b>WEEKLY NET CASH</b>	-
<b>ENDING CASH</b>	-

Week Of:	Week Of:	Week Of:	Week Of:
3/24/2019- 3/30/2019	3/31/2019- 4/6/2019	4/7/2019- 4/13/2019	4/14/2019- 4/17/2019
<b>Budget</b>	<b>Budget</b>	<b>Budget</b>	<b>Budget</b>
22,370	29,370	9,370	26,370
35,000	-	45,000	-
35,000	-	45,000	-
25,000		25,000	
1,000	1,000	1,000	1,000
1,000	1,000	1,000	1,000
500	500	500	500
500		500	
	5,000	a	
	12,500	a	
28,000	20,000	28,000	2,500
7,000	(20,000)	17,000	(2,500)
29,370	9,370	26,370	23,870

a - Professional fees are shown at 50% of the estimated amount of the professional fees, in light of the Court's prior order authorizing 50% of budgeted fees to be paid.